

FISCAL NOTE

Bill #: HB0096

Title: Eliminate advanced telecommunications infrastructure tax credit

Primary Sponsor: Devlin, R

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	FY 2004 Difference	FY 2005 Difference
Revenue:		
General Fund	\$300,000	\$300,000
Net Impact on General Fund Balance:	\$300,000	\$300,000

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|--|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input type="checkbox"/> Technical Concerns |
| <input checked="" type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

1. This bill would repeal the advanced telecommunications infrastructure tax credit upon passage and approval. Under current law, the credits of up to \$2 million are available only for FY 2004; credits may not be claimed for investments made after June 30, 2004, as the provision is sunset.
2. Under current law, the credit must be taken in the year when the investment is made.
3. Under revenue estimates contained in HJR2, credits are projected to be \$300,000 in FY 2004 and \$300,000 in FY 2005. Repeal of the credit would increase retail telecommunications excise tax receipts by \$300,000 in FY 2004 and by \$300,000 in FY 2005.
4. This bill would have no impact on Department of Revenue administrative costs.

FISCAL IMPACT:

	FY 2004 Difference	FY 2005 Difference
<u>Revenues:</u>		
General Fund (01)	\$300,000	\$300,000
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	\$300,000	\$300,000